



ARIZONA DEPARTMENT OF REVENUE

MEMORANDUM

DATE: June 23, 2005

FROM: THE OFFICE OF ECONOMIC RESEARCH & ANALYSIS

APRIL 2005 TAX FACTS

SUMMARY OF GENERAL FUND REVENUES

	<u>April 2005</u>	<u>Fiscal Year Total</u>
Individual Income Tax		
Net Collections	\$ 503,771,805	\$ 2,154,578,578
Percent Change	85.3%	32.2%
Corporate Income Tax		
Net Collections	\$ 101,103,751	\$ 536,407,040
Percent Change	3.8%	52.0%
Transaction Privilege, Severance & Use Taxes		
Net Collections	\$ 332,806,103	\$ 3,011,990,406
Change	10.7%	10.3%
Total Big Three Tax Types		
Net Collections	\$ 937,681,659	\$ 5,702,297,024
Percent Change	39.9%	20.3%

January 2004 was the first month that the department used a new computer system to process transaction privilege tax and withholding. Some of the reports necessary to provide Tax Facts information are still under development. Those sections have been pulled from this report. Once the information is available, it will be sent out.

TAX FACTS APRIL 2005

INDIVIDUAL INCOME TAX

Individual Income Tax Receipts

	April 2005	April 2004	% Change
Gross Collections	\$512,208,256	\$325,396,679	57.4
Withholding	\$209,608,264	\$186,126,178	12.6
Refunds	(\$186,955,334)	(\$209,201,116)	(10.6)
Urban Revenue Sharing	(\$31,089,382)	(\$30,422,097)	2.2
Net Collections	\$503,771,805	\$271,889,644	85.3

	Fiscal Year Total (04/05)	Fiscal Year 2003/04	% Change
%Gross Collections	\$914,331,759	\$633,638,528	44.3
Withholding	\$2,163,267,356	\$1,941,474,870	11.4
Refunds	(\$612,126,721)	(\$641,700,309)	(4.6)
Urban Revenue Sharing	(\$310,893,815)	(\$304,220,965)	2.2
Net Collections	\$2,154,578,578	\$1,629,192,123	32.2

* FYTD 03/04 refunds and net collections do not include Ladewig attorney fees.

In April 2005, the department did not issue any individual or corporate income tax refunds for alternative fuel related credits.

Ladewig Refunds

In April 2005, the department issued 482 warrants totaling \$436,747 for Ladewig, a Superior Court tax settlement case. For the fiscal year, 445,026 refunds have been issued for a total of \$128,244,366. Attorney payments are not included in the refund amount and total \$ 6,216,512 for the fiscal year. Refunds issued as a result of the Ladewig case are not included in the total refunds listed in the "Individual Income Tax Receipts" section above or the "Average Individual Income Tax Refund" section later mentioned in this publication.

Individual Income Tax Document Count

In calendar year 2004, the following individual income tax returns were filed:

	140X	140	140NR	140PY	140NPR	141 & 141AZ	140A	140PTC	140EZ	140ET	OTHER	TOTAL
#	46,264	1,575,957	88,795	102,431	3	44,198	297,353	13,315	197,269	2,625	13	2,368,223
%	1.9	66.5	3.7	4.3	0.0	1.9	12.6	0.6	8.3	0.1	0.0	

In calendar year 2005 the number of returns filed, and processed, are as follows:

	140X	140	140NR	140PY	140NPR	141 & 141AZ	140A	140PTC	140EZ	140ET	OTHER	TOTAL
#	14,284	1,147,687	40,182	74,814	0	14,350	211,264	10,476	123,983	2,593	3	1,639,636
%	0.9%	70.0%	2.5%	4.6%	0.0%	0.9%	12.9%	0.6%	7.6%	0.2%	0.0%	

The 1,639,636 returns, representing current and prior tax years, filed through April 2005 compares to 1,519,411 returns filed during the same period of time in 2004 for an annual increase of 7.9%. For tax year 2004 filed in 2005, 1,593,240 returns have been filed, an 8.4% increase over filings through April 2004 for tax year 2003.

Year-Over-Year Comparison of Resident Taxpayers

Comparisons of Federal Adjusted Gross Income (FAGI) and tax liability growth between two tax years can be made by using data from taxpayers who have filed for both calendar years and have maintained the same filing status for both years. The Department of Revenue has received 1,156,128 returns in calendar year 2005 for tax year 2004 from filers who also have returns on record from calendar year 2004 with the same marital status. On average, these filers experienced a 7.0% increase in FAGI and a 10.0% increase in tax liability. More specifically, 33.1% of these filers experienced a decrease in tax liability; on average a decrease of 17.8% in FAGI with a corresponding average decrease in tax liability of 33.0%. Filers with an increase in tax liability totaled 615,399 or 53.2% with an average FAGI increase of 26.0% and an average tax liability increase of 46.0%.

Average Individual Income Tax Refund

Net of Ladewig refunds.

	Average	Number
2005 CYTD	\$482.26	1,137,356
2004 CYTD	\$492.86	1,157,996
% Change	(2.2)	(1.8)

"New" Filers in Calendar Year 2004

Table 1 attached to this report, presents the number of "new" returns filed in calendar year 2004. "New" returns are for those filers who did not file in the previous calendar year. Therefore, these filers could be new full-year residents of Arizona, or they may be newly required to file an individual income tax return. (The filer may not have earned enough income in the previous year to file, such as a recent graduate just entering the work force.) The table indicates that 186,786 "new" returns have been filed thus far in 2005, representing approximately 224,363 persons, not including dependents. The average Federal Adjusted gross income for these 186,786 returns is \$19,434 with an average tax liability of \$289. The right half of this table presents characteristics of the filers represented on the returns. Of all "new" returns, 16.3% had a married filing joint filing status, 7.9% claimed a 65 and Over Exemption and 36.7% claimed dependents.

Individual Income Tax Estimated Payments

Taxpayers are required to make estimated payments if their Arizona gross income will exceed \$75,000, in an amount which will represent unpaid tax liability at the end of the taxpayer's tax year. Total estimated payments paid with form 140ES for tax year 2004 was \$390.9 million, for an average of \$2,067. An additional \$74.2 million in estimated payments came from 2003 tax returns that applied their refunds as a 2004 estimated payment, for an average of \$1,851. Estimated payments received through April 2005 for tax year 2005 are as follows:

04/05	140ES payment	\$14,122,309	Cumulative	\$18,156,658
04/04	140ES payment	\$16,455,117	Cumulative	\$18,157,214
	% change	(14.2)		0.00
04/05	Average payment	\$885	Cumulative	\$964
04/04	Average payment	\$867	Cumulative	\$830
	% change	2.1		16.1
04/05	Applied refund	\$6,926,863	Cumulative	\$9,436,584
04/04	Applied refund	\$8,010,488	Cumulative	\$10,170,602
	% change	(13.5)		(7.2)
Total 04/05		\$21,049,172	Cumulative	\$27,593,242
Total 04/04		\$24,465,605	Cumulative	\$28,327,815
	% change	(14.0)		(2.6)

Withholding

Withholding payments are received from employers and applied towards a specific quarter for the designated year. Information is gathered for 15 months for any given quarter. For example, from January 2004 through March 2005, \$592,616,122 was received for the first quarter of 2004. The latest complete quarter (15 months of information has been compiled) is the second quarter of 2004, which shows an increase of 2.1% in withholding payments over the second quarter of 2003. Growth in quarters for which information is still being gathered is as follows:

3 rd Quarter 2004	6.7%	1 st Quarter 2005	10.9%
4 th Quarter 2004	7.2%	2 nd Quarter 2005	6.0%

As of January 1, 2005, the current choices for withholding are 0%, 19%, 23%, 25%, 31%, or 37% as the percent of federal taxes to be withheld for state taxes. The 0% option is only available to those individuals who had no liability in the prior tax year and expect no tax liability for the current year.

Property Tax Credits

Arizona allows a refundable property tax credit for those who are age 65 or older or who received Title 16, SSI payments and pay property tax on a home. To qualify for this credit, household income must be below \$3,751 for individuals that live alone, or \$5,501 for those that live with others. The maximum credit is \$502.

	Number	Amount	Average
Calendar Year 2005	11,313	\$4,024,305	\$355.72
Calendar Year 2004	11,647	4,112,037	\$353.06
% Change	(2.9)	(2.1)	.08

Clean Elections

As a result of the November 1998 voter approval of the Citizens Clean Elections, Arizona's income taxpayers can make a donation to the Citizens Clean Elections Commission through an income tax check-off or through a voluntary donation. The following is for tax year 2004:

	April 2005	Calendar Year Total
Check Off	\$1,273,070	\$ 3,009,266
Voluntary Donation	\$14,833	\$30,263
Number of Returns	170,430	418,353

Contributions on the Individual Income Tax Return

Through April 2005, individual income tax return filers have made the following contributions:

	Number	Amount	Average
Wildlife	6,767	\$119,189	\$ 17.61
Child Abuse	7,675	\$142,839	\$ 18.61
Special Olympics	3,596	\$62,377	\$ 17.35
Neighbors Helping	2,098	\$27,289	\$ 13.01
AID to Education	478	\$35,741	\$ 74.77
Domestic Violence Shelter	5,515	\$101,701	\$ 18.44
Democratic Party	697	\$15,730	\$ 22.57
Republican Party	491	\$10,101	\$ 20.57
Libertarian Party	58	\$1,547	\$ 26.67

CORPORATE INCOME TAX

Corporate Income Tax Receipts

	Apr 2005	Apr 2004	% Change
Gross Collections	\$108,261,225	\$100,133,690	8.1
Refunds	(\$7,157,474)	(\$2,765,216)	158.8
Net Collections	\$101,103,751	\$97,368,474	3.8

	Fiscal Year Total	Prior Fiscal Year Total	% Change
Gross Collections	\$605,518,134	\$463,661,471	30.6
Refunds	(\$69,111,094)	(\$110,836,626)	(37.6)
Net Collections	\$536,407,040	\$352,824,845	52.0

Corporate Estimated Payments

Corporations are required to file estimated tax payments throughout the year only if (1) their Arizona tax liability exceeds \$1,000 and (2) they are required to file federal estimated tax payments.

Apr 2005	\$64,284,674	Calendar Year Total	\$142,831,348
Apr 2004	\$50,866,241	Calendar Year Total	\$108,871,752
% Change	26.4%	% Change	31.2%

All corporations with an income tax liability of \$20,000 or greater are required to make their estimated tax payments through electronic funds transfer (eft). The table below shows the number of these eft estimated payments, by size of payment.

Size of Payment →	Less than \$50,000	\$50,000 up to \$100,000	\$100,000 up to \$500,000	\$500,000 up to \$1,000,000	\$1,000,000 up to \$10,000,000	\$10,000,000 and more	Total	% chg
Apr 2005	388	63	99	13	7	0	570	5.4
Apr 2004	402	60	61	11	7	0	541	
CY 2005	905	122	161	26	15	0	1,229	9.9
CY 2004	882	101	112	24	15	0	1,118	

Corporate Refunds

Corporate refunds paid in any state fiscal year are for a mixture of corporate fiscal years. The table below presents the percent of refunds paid in FY 03/04 by corporate fiscal year. For example, in FY 03/04, 9.2% of the refund dollars paid were for corporate fiscal years ending in 1999 or before. The percentages are for refunds paid through the fiscal year.

Corporate Fiscal Year-End:	99 & Prior	00	01	02	03	04
FY 03/04	9.2%	2.7%	3.0%	74.5%	10.4%	0.2%

Corporate Fiscal Year-End:	00 & Prior	01	02	03	04	05
FY 04/05	16.6%	4.7%	3.9%	52.8%	21.9%	0.2%

The corporate refunds shown above are those refunds for which a check is mailed to the corporation. Sometimes corporations choose to apply their refund as an estimated payment. The following table presents refunds applied as estimated payments in the most recent month and for the calendar year

Apr 2005	\$2,805,213	Calendar Year Total	\$16,561,349
Apr 2004	\$3,768,305	Calendar Year Total	\$32,427,080
% Change	(25.6%)	% Change	(48.9%)

Corporate Income Tax Document Count

The Arizona Department of Revenue received 108,944 corporate returns showing a fiscal year-end of 2003. The type of return received is indicated below:

	120 X (amended)	120 (regular)	120S (S corp)	99T (exempt org.)	120 A (short form)
#	310	34,904	61,775	391	11,564
%	0.3	32.0	56.7	0.4	10.6

Through April 2005, 334,673 documents were received for a fiscal year-end of 2004, distributed as follows:

	120 X (amended)	120 (regular)	120S (S corp)	99T (exempt org.)	120 A (short form)
#	47	15,984	11,286	128	7,228
%	0.1	46.1	32.5	0.4	20.8

The figures for the 2004 returns are most meaningful when compared to 2003 returns received during the same period of time in the previous year. Through March 2004, the Department of Revenue received 18,917 documents with a fiscal year-end of 2003. Compared to 2004 documents, the Department has seen a 10.5% decrease in the number of corporate returns received at this point of time in the calendar year.

Urban Revenue Sharing Returned to Cities/Towns

Incorporated cities and towns receive a share of net individual and corporate income tax collections, called Urban Revenue Sharing. The amount of money to be distributed during Fiscal Year 2004/05 is 15.0% of net proceeds from Fiscal Year 2002/03 income tax. Amounts returned for April 2005 are shown on Table 2, at the end of this report.

TRANSACTION PRIVILEGE, SEVERANCE AND USE TAXES

Transaction Privilege, Severance and Use Tax Receipts

The Arizona transaction privilege and severance tax consists of many classifications of tax. These classifications include but are not limited to retail, contracting, amusements, restaurants and bars, hotel/motel and mining severance tax. The collections for all such categories are divided, per statute, into two parts. One part is called distribution base; the other part is known as non-shared. The division of collections into these two parts varies from category to category. For example, retail sales tax is 40% distribution base and 60% non-shared. In contrast, contracting is 20% distribution base and 80% non-shared. Use tax is 100% non-shared.

At the close of each month, transaction privilege and severance tax collections are aggregated by category and total distribution base and non-shared portions are calculated. The amount shown as "Use Tax" in the table below includes use tax, use inventory tax and jet fuel use tax. Education tax is in accordance with Proposition 301 resulting in an additional 0.6% education tax being added to most business classifications. The "Other Revenue" category includes county excise, road, jail and hospital taxes and various other excise taxes, such as the 911 excise tax.

	April 2005	April 2004	% change
Distribution Base	\$141,353,293	\$127,858,874	10.6%
Non shared	\$261,699,269	\$235,429,836	11.2%
Other Revenues	\$57,575,257	\$52,998,198	8.6%
Education Tax	\$47,874,374	\$44,081,148	8.6%
Use Tax	\$22,354,083	\$21,218,819	5.4%
Total Collections	\$530,856,276	\$481,586,875	10.2%

	Fiscal Year Total (04/05)	Fiscal Year Total (03/04)	% change
Distribution Base	\$1,239,929,114	\$1,129,151,869	9.8%
Non shared	\$2,368,444,289	\$2,150,217,282	10.1%
Other Revenues	\$515,915,798	\$474,074,698	8.8%
Education Tax	\$444,019,263	\$405,207,101	9.6%
Use Tax	\$215,894,566	\$191,728,930	12.6%
Total Collections	\$4,784,203,029	\$4,350,379,878	10.0%

Distribution of Transaction Privilege, Severance and Use Tax Receipts

Of the distribution base portion of transaction privilege and severance taxes, described above, 25% is returned to incorporated cities/towns, 40.51% is returned to counties and 34.49% goes to the state general fund with the exception of mining severance tax. All of the non-shared revenue and use tax is deposited into the general fund. Therefore, the "Retained by State" figure presented below includes all non-shared portion of transaction privilege tax, use tax and 34.49% of the distribution base collections. The education tax is distributed in accordance with Proposition 301. "Other" revenues are returned to the administering authority.

	April 2005	April 2004	% change
Retained by State	\$332,806,103	\$300,747,181	10.7%
Returned to Counties	\$57,262,219	\$51,795,630	10.6%
Returned to Cities	\$35,338,323	\$31,964,718	10.6%
Education Tax	\$47,874,374	\$44,081,148	8.6%
Other Revenues	\$57,575,257	\$52,998,198	8.6%
Total Collections	\$530,856,276	\$481,586,875	10.2%

	Fiscal Year Total (04/05)	Fiscal Year Total (03/04)	% change
Retained by State	\$3,011,990,406	\$2,731,390,691	10.3%
Returned to Counties	\$502,295,284	\$457,419,422	9.8%
Returned to Cities	\$309,982,278	\$282,287,967	9.8%
Education Tax	\$444,019,263	\$405,207,101	9.6%
Other Revenues	\$515,915,798	\$474,074,697	8.8%
Total Collections	\$4,784,203,029	\$4,350,379,878	10.0%

Transaction Privilege and Severance Tax Collections By Class

	Tax Rate	April 2005	% Chg	Fiscal Year Total	% Chg
Transporting	5.6%	\$168,683	(24.9%)	\$2,180,129	(27.1%)
Non-Metal Mining Oil/Gas	3.125%	\$901,495	(4.8%)	\$8,215,307	10.4%
Utilities	5.6%	\$23,116,814	3.4%	\$291,330,072	6.0%
Communications	5.6%	\$12,551,233	3.7%	\$120,648,176	2.4%
Private Car/Pipelines	5.6%	\$79,562	22.9%	\$590,074	(11.3%)
Publishing	5.6%	\$551,085	(6.8%)	\$5,506,473	3.6%
Job Printing	5.6%	\$1,624,072	8.8%	\$15,163,270	3.0%
Restaurants & Bars	5.6%	\$37,317,278	5.2%	\$323,213,479	9.1%
Amusements	5.6%	\$4,791,723	(9.6%)	\$35,190,484	3.2%
Commercial Lease	0%	\$210	1.4%	\$31,171	N/A
Rental of Personal Property	5.6%	\$14,845,065	(1.3%)	\$134,544,276	1.9%
Contracting	3.75% - 5.6%	\$73,765,436	25.4%	\$649,862,634	19.8%
Feed Wholesale	Repealed	0	N/A	0	N/A
Retail	5.6%	\$214,448,928	9.4%	\$1,911,543,847	8.7%
Mining Severance	2.5%	\$1,542,388	38.4%	\$12,944,062	168.3%
Timber Severance	\$2.13/\$1.51 per 1000 board ft	(\$109)	N/A	\$6,012	(29.6%)
Hotel/Motel	5.5%	\$16,695,053	26.8%	\$92,116,565	12.4%
Membership Camping	5.6%	\$14,951	(57.1%)	\$128,742	(5.3%)
Use Tax	5.6%	\$22,401,934	5.4%	\$216,601,634	12.7%
Rental Occupancy Tax	3.0%	\$13,359	(13.9%)	\$53,321	(54.9%)

	Tax Rate	April 2005	% Chg	Fiscal Year Total	% Chg
Jet Fuel	\$.0305/\$.0105 gal	562,469	4.0%	\$4,313,810	2.1%
Telecommunications Devices	1.1			0	
Telecomm	----	289,103	(29.3%)	\$3,464,187	(19.6%)
School for the Deaf and Blind		97,785	(28.3%)	\$1,089,401	(1.1%)
Poison Control	----	76,527	(28.3%)	\$995,983	(19.2%)
Teratogen Funding		4,252	N/A	\$45,366	N/A
911 Wireline	\$0.37/month per active service	1,152,797	2.4	\$11,955,907	15.8
911 Wireless	\$0.37/month per active service	1,191,484	16.4	\$9,825,043	(0.7)
Total		428,203,578	10.6	\$3,851,559,423	10.1

The Use/Use Inventory category shown on the previous page includes jet fuel use tax. These collections include only the individual classes of transaction privilege tax, severance tax and use tax. The total does not include license fees or any other fees collected by the department.

Transaction Privilege and Severance Tax Taxable Sales By Class¹

	April 2005	% Chg	Fiscal Year Total	% Chg
Transporting	\$3,423,527	(23.8%)	\$43,731,898	(26.9%)
Non-Metal Mining Oil/Gas	\$29,124,092	(3.9%)	\$263,287,313	10.6%
Utilities	\$468,465,618	4.8%	\$5,835,404,742	6.2%
Communications	\$253,661,970	4.8%	\$2,416,825,543	2.5%
Private Car/Pipelines	\$1,601,551	23.7%	\$11,815,988	(11.2%)
Publishing	\$11,130,726	(5.9%)	\$110,324,343	3.8%
Job Printing	\$32,805,110	9.9%	\$303,743,740	3.2%
Restaurants & Bars	\$753,137,270	6.2%	\$6,474,270,658	9.2%
Amusements	\$96,615,554	(8.8%)	\$704,952,752	3.4%
Commercial Lease	\$18,842	N/A	\$926,770	N/A
Rental of Personal Property	\$299,845,156	(0.4%)	\$2,695,277,972	2.1%
Contracting	\$1,494,325,931	27.0%	\$13,081,437,372	20.5%
Feed Wholesale	0	N/A	0	N/A
Retail	\$4,331,645,880	10.5%	\$38,297,257,801	8.9%
Mining Severance	\$62,195,600	39.6%	\$518,384,848	168.6%
Timber Severance	(\$66)	N/A	\$3,266	(21.7%)
Hotel/Motel	\$305,075,680	27.4%	\$1,677,222,662	12.5%
Membership Camping	\$302,269	(56.6%)	\$2,580,030	(2.7%)
Use Tax	\$453,621,490	6.9%	\$4,339,645,593	13.3%
Rental Occupancy Tax	\$446,473	(13.7%)	\$1,780,884	(54.9%)
Total	\$8,597,442,673	11.8%	\$76,778,874,173	10.7%

Telecommunications Devices, 911 Excise and 911 Wireless Service classifications previously listed in the collections table are not elements of calculated taxable income and therefore, are not included in the above table. The Use/Use Inventory category shown above does not include jet fuel use tax. Since the jet fuel use tax is a gallonage tax, this too can not be computed as taxable income. Timber Severance includes only sales subject to a repealed rate. The current tax is per board feet upon which taxable income cannot be computed.

Accounting Credit

A credit equal to one percent of the amount of tax due, up to \$10,000 per calendar year, is allowed to businesses for expenses incurred during the accounting and reporting of Transaction Privilege Tax. Due to our new processing system, the report needed to provide this data is not available.

¹These Taxable Sales figures are calculated on a per return basis, by taking collections and dividing them by the appropriate tax rate. These figures may not match other Taxable Sales figures calculated on the aggregate.

Taxable Sales by SIC Code Range

The taxable sales by SIC (Standard Industrial Classification) code range is undergoing a conversion to NAICS codes. The information since January 2004 is not yet available. Once it is available, it will be sent under separate cover.

Transaction Privilege and Severance Tax Returned to Counties

Taxpayers reported the following taxable transactions and tax collections by county. The share of the revenues returned to each county for April 2005 is shown in the County Share column.

	County Share	% of Total	FYTD County Share	% Change
Apache	\$420,733	0.7%	\$3,749,120	8.6%
Coconino	\$1,330,855	2.3%	\$12,496,326	4.9%
Cochise	\$1,015,253	1.8%	\$8,960,529	6.1%
Gila	\$415,402	0.7%	\$3,809,142	5.9%
Graham	\$253,028	0.4%	\$2,254,948	8.7%
Greenlee	\$223,967	0.4%	\$2,068,630	29.8%
La Paz	\$176,179	0.3%	\$1,516,123	8.9%
Maricopa	\$37,100,784	64.8%	\$323,201,981	9.9%
Mohave	\$1,590,156	2.8%	\$14,189,343	13.1%
Navajo	\$825,934	1.4%	\$7,794,743	8.6%
Pima	\$8,405,185	14.7%	\$74,473,068	8.6%
Pinal	\$1,639,242	2.9%	\$13,827,307	12.5%
Santa Cruz	\$368,574	0.6%	\$3,254,519	8.1%
Yavapai	\$1,953,356	3.4%	\$17,408,432	12.9%
Yuma	\$1,543,570	2.7%	\$13,291,074	12.0%
Total	\$57,262,219		\$502,295,284	9.8%

Transaction Privilege and Severance Tax Returned to Cities/Towns

The portion of transaction privilege and severance tax returned to each incorporated city or town for April 2005 is shown on Table 3, attached to this report.

County Tax Collections

The following county-imposed tax collections were received by the Department of Revenue during April 2005 and returned to the counties. The rental car surcharge in Maricopa County is \$2.50 per car and in Pima County is \$3.50 per car. The RV Surcharge in Pima County is \$0.50/day on each lease or rental of a parking space for recreational vehicles.

	Road Tax	Excise Tax	Jail Tax	Rental Car Surcharge	Stadium Tax	RV Surcharge	Hospital Tax/Health SVCS Dist	Capitol Projects	Tourism Authority
Apache		\$84,929							
Cochise		\$565,129							
Coconino		\$842,219	\$504,809					\$209,375	
Gila	\$221,720	\$214,017							
Graham		\$108,499							
Greenlee		\$70,663							
La Paz		\$98,591	\$98,591				\$48		
Maricopa	\$28,945,703		\$10,667,313	\$510,555	\$295				\$2,660,754
Mohave		\$589,033							
Navajo		\$454,761							
Pima				\$132,663		\$24,102			
Pinal	\$1,259,531	\$1,232,478							
Santa Cruz		\$236,534							
Yavapai		\$1,232,724	\$615,071						
Yuma		1,027,835	\$1,027,792					\$1,027,020	

OTHER TAXES

Luxury Taxes

The following revenues were received from luxury taxes in April 2005. The table compares the receipts to April 2004 and also compares fiscal year (FY) totals. Figures may not add to total due to rounding.

	April 2005	April 2004	% Change
Spirituos	\$1,133,429	\$2,246,275	(49.5%)
Vinous	\$730,124	\$1,032,803	(29.3%)
Malt	\$1,744,582	\$2,189,946	(20.3%)
Cigarette	\$25,497,466	\$24,112,431	5.7%
Other Tobacco	\$747,863	\$732,279	2.1%
Tobacco Licenses	\$350	\$325	7.7%
Total	\$29,853,814	\$30,314,060	(1.52%)

	Fiscal Year (04/05)	Fiscal Year (03/04)	% Change
Spirituos	\$19,546,137	\$19,597,660	(0.3%)
Vinous	\$9,410,493	\$8,901,262	5.7%
Malt	\$18,383,112	\$18,276,421	0.6%
Cigarette*	\$227,852,285	\$220,702,914	3.2%
Other Tobacco	\$7,304,973	\$6,519,705	12.0%
Tobacco Licenses	\$2,975	\$3,550	(16.2%)
Total	\$282,499,975	\$274,001,511	3.1%

*Through April 2005, \$448,500 of cigarette and tobacco tax collections has been allocated for administrative expenses and is not included in the cigarette collections above.

General Fund revenues from luxury taxes:

	April 2005	Fiscal Year (04/05)
Spirituos	\$793,400	\$13,682,296
Vinous	\$181,736	\$2,345,395
Malt	\$436,145	\$4,595,777
Cigarette	\$3,216,047	\$30,285,066
Other Tobacco	\$115,919	\$1,136,962
Tobacco Licenses	\$350	\$2,975
Total	\$4,743,596	\$52,048,470

Other dedicated revenues from luxury taxes:

	April 2005	Fiscal Year (04/05)
Correction Fund revenues	\$1,980,372	\$22,714,167
Tobacco Tax & Health Care Fund ²	\$8,992,597	\$79,785,274
Tobacco Products Tax Fund ³	\$13,402,842	\$118,836,365
Wine Promotional Fund revenues	\$3,182	\$28,912
Drug Treatment & Education Fund revenues	\$524,214	\$6,365,874
Corrections Revolving Fund revenues	\$207,010	\$2,529,912

² Formerly the Health Care Fund

³ This Fund was created by Prop. 303, which increased cigarette & other tobacco products tax rates in November 2002.

Estate Tax

April 2005	\$1,324,239	Fiscal Year to Date	\$28,307,344
April 2004	\$2,813,280	Fiscal Year To Date	\$32,172,933
% Change	(52.9)	% Change	(12.0)

Bingo

April 2005	\$81,049	Fiscal Year to Date	\$528,786
April 2004	\$89,024	Fiscal Year to Date	\$545,512
% Change	(9.0)	% Change	(3.1)

Unclaimed Property

April 2005	\$1,377,803	Fiscal Year to Date	\$56,260,553
April 2004	\$1,454,337	Fiscal Year to Date	\$33,074,322
% Change	(5.3)	% Change	70.1

Please note that some totals throughout Tax Facts may not add due to rounding.

SOURCE: THE OFFICE OF ECONOMIC RESEARCH & ANALYSIS,
ARIZONA DEPARTMENT OF REVENUE

TABLE 1
“New” Returns Filed in 2005 for Tax Year 2004
Through April 2005

Federal Adjusted Gross Income Bracket	Number of Returns	% of Total	Average FAGI	Average Tax Due	CHARACTERISTICS OF TAXPAYERS					
					% Married Joint	% Single	% Unmarried Head	% Married Separate	% Over 65	% With Dependents
Negative FAGI	1,607	0.9%	(\$11,165)	\$3	16.4%	76.7%	5.7%	1.2%	15.0%	11.7%
\$0-\$5,000	39,405	21.1%	\$2,811	\$0	4.4%	82.6%	12.4%	0.6%	4.4%	18.8%
\$5,000-\$10,000	42,210	22.6%	\$7,372	\$23	6.7%	72.6%	19.9%	0.9%	5.9%	28.6%
\$10,000-\$15,000	27,401	14.7%	\$12,350	\$80	13.9%	52.9%	31.9%	1.2%	9.0%	43.9%
\$15,000-\$20,000	19,852	10.6%	\$17,373	\$147	21.8%	42.3%	34.4%	1.5%	9.5%	49.6%
\$20,000-\$25,000	13,372	7.2%	\$22,377	\$251	26.5%	39.3%	31.9%	2.2%	8.5%	51.6%
\$25,000-\$30,000	9,150	4.9%	\$27,374	\$372	28.7%	40.7%	28.0%	2.6%	8.6%	48.2%
\$30,000-\$40,000	11,869	6.4%	\$34,509	\$537	34.8%	38.0%	24.2%	3.0%	9.2%	46.4%
\$40,000-\$50,000	6,942	3.7%	\$44,564	\$772	44.7%	34.0%	18.6%	2.7%	11.1%	46.7%
\$50,000-\$75,000	8,904	4.8%	\$60,503	\$1,140	60.3%	25.7%	12.0%	2.0%	13.2%	45.9%
\$75,000-\$100,000	3,394	1.8%	\$85,485	\$1,817	73.0%	18.0%	7.5%	1.5%	14.8%	45.7%
\$100,000-\$200,000	2,262	1.2%	\$127,687	\$3,235	75.4%	18.4%	5.1%	1.1%	15.7%	44.3%
\$200,000-\$500,000	351	0.2%	\$279,952	\$9,697	70.7%	22.2%	4.8%	2.3%	22.8%	37.3%
\$500,000-\$1,000,000	54	0.0%	\$655,782	\$25,034	64.8%	24.1%	5.6%	5.6%	25.9%	27.8%
\$1,000,000 and over	13	0.0%	\$1,739,288	\$77,693	84.6%	15.4%	0.0%	0.0%	23.1%	38.5%
Total	186,786		\$19,434	\$289	16.3%	47.7%	18.6%	1.2%	7.9%	36.7%

*An asterisked line indicates that the information cannot be released due to confidentiality laws.

NEW RETURNS FILED IN 2004 FOR TAX YEAR 2003

Total	239,280		\$20,074	\$334	16.5%	49.4%	15.8%	1.7%	7.5%	32.9%
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“NEW” Returns means that there was no return filed by the taxpayer in the previous filing year. This may or may not mean the filer is new to the state.

TABLE 2
Urban Revenue Sharing Returned to Cities/Towns
April 2005

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Surprise	\$236,245	30,848
Eagar	\$30,886	4,033	Tempe	\$1,214,808	158,625
St. Johns	\$27,172	3,548	Tolleson	\$38,093	4,974
Springerville	\$15,102	1,972	Wickenburg	\$38,920	5,082
<u>Cochise County</u>			Youngtown	\$23,052	3,010
Benson	\$36,079	4,711	<u>Mohave County</u>		
Bisbee	\$46,639	6,090	Bullhead City	\$258,615	33,769
Douglas	\$126,539	16,523	Colorado City	\$25,533	3,334
Huachuca City	\$13,410	1,751	Kingman	\$153,696	20,069
Sierra Vista	\$289,295	37,775	Lake Havasu City	\$321,176	41,938
Tombstone	\$11,518	1,504	<u>Navajo County</u>		
Willcox	\$28,589	3,733	Holbrook	\$37,656	4,917
<u>Coconino County</u>			Pinetop-Lakeside	\$27,432	3,582
Flagstaff	\$405,082	52,894	Show Low	\$58,931	7,695
Fredonia	\$7,934	1,036	Snowflake	\$34,156	4,460
Page	\$52,146	6,809	Taylor	\$24,323	3,176
Williams	\$21,765	2,842	Winslow	\$72,908	9,520
<u>Gila County</u>			<u>Pima County</u>		
Globe	\$57,331	7,486	Marana	\$103,817	13,556
Hayden	\$6,831	892	Oro Valley	\$244,562	31,934
Miami	\$14,827	1,936	Sahuarita	\$24,828	3,242
Payson	\$104,307	13,620	South Tucson	\$42,044	5,490
Winkelman	\$3,393	443	Tucson	\$3,727,318	486,699
<u>Graham County</u>			<u>Pinal County</u>		
Pima	\$15,232	1,989	Apache Junction	\$243,643	31,814
Safford	\$70,702	9,232	Casa Grande	\$193,175	25,224
Thatcher	\$30,802	4,022	Coolidge	\$59,628	7,786
<u>Greenlee County</u>			Eloy	\$79,456	10,375
Clifton	\$19,881	2,596	Florence	\$131,785	17,208
Duncan	\$6,219	812	Kearny	\$17,224	2,249
<u>La Paz County</u>			Mammoth	\$13,494	1,762
Parker	\$24,047	3,140	Maricopa	\$38,277	4,998
Quartzsite	\$25,686	3,354	Superior	\$24,920	3,254
<u>Maricopa County</u>			<u>Santa Cruz County</u>		
Avondale	\$274,805	35,883	Nogales	\$159,891	20,878
Buckeye	\$65,073	8,497	Patagonia	\$6,747	881
Carefree	\$22,416	2,927	<u>Yavapai County</u>		
Cave Creek	\$28,550	3,728	Camp Verde	\$72,379	9,451
Chandler	\$1,355,063	176,939	Chino Valley	\$62,546	8,167
El Mirage	\$58,272	7,609	Clarkdale	\$26,207	3,422
Fountain Hills	\$154,967	20,235	Cottonwood	\$70,296	9,179
Gila Bend	\$15,164	1,980	Jerome	\$2,520	329
Gilbert	\$840,100	109,697	Prescott	\$259,910	33,938
Glendale	\$1,675,742	218,812	Prescott Valley	\$180,240	23,535
Goodyear	\$144,827	18,911	Sedona	\$78,054	10,192
Guadalupe	\$40,038	5,228	<u>Yuma County</u>		
Litchfield Park	\$29,178	3,810	San Luis	\$117,341	15,322
Mesa	\$3,046,313	397,776	Somerton	\$55,646	7,266
Paradise Valley	\$104,644	13,664	Wellton	\$14,007	1,829
Peoria	\$829,891	108,364	Yuma	\$594,940	77,685
Phoenix	\$10,117,043	1,321,045	TOTAL	\$31,089,382	4,059,533
Queen Creek	\$33,053	4,316			
Scottsdale	\$1,552,389	202,705			

TABLE 3
Transaction Privilege and Severance Tax Returned to Cities/Towns
April 2005

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Scottsdale	\$1,758,983	202,705
Eagar	\$34,997	4,033	Surprise	\$267,685	30,848
Springerville	\$17,112	1,972	Tempe	\$1,376,477	158,625
St. Johns	\$30,788	3,548	Tolleson	\$43,162	4,974
<u>Cochise County</u>			Wickenburg	\$44,099	5,082
Benson	\$40,880	4,711	Youngtown	\$26,119	3,010
Bisbee	\$52,846	6,090	<u>Mohave County</u>		
Douglas	\$143,379	16,523	Bullhead City	\$293,032	33,769
Huachuca City	\$15,194	1,751	Colorado City	\$28,931	3,334
Sierra Vista	\$327,795	37,775	Kingman	\$174,150	20,069
Tombstone	\$13,051	1,504	Lake Havasu City	\$363,919	41,938
Willcox	\$32,393	3,733	<u>Navajo County</u>		
<u>Coconino County</u>			Holbrook	\$42,668	4,917
Flagstaff	\$458,990	52,894	Pinetop/Lakeside	\$31,083	3,582
Fredonia	\$8,990	1,036	Show Low	\$66,774	7,695
Page	\$59,085	6,809	Snowflake	\$38,702	4,460
Williams	\$24,662	2,842	Taylor	\$27,560	3,176
<u>Gila County</u>			Winslow	\$82,610	9,520
Globe	\$64,960	7,486	<u>Pima County</u>		
Hayden	\$7,740	892	Marana	\$117,633	13,556
Miami	\$16,800	1,936	Oro Valley	\$277,109	31,934
Payson	\$118,188	13,620	Sahuarita	\$28,133	3,242
Winkelman	\$3,844	443	South Tucson	\$47,640	5,490
<u>Graham County</u>			Tucson	\$4,223,356	486,699
Pima	\$17,260	1,989	<u>Pinai County</u>		
Safford	\$80,111	9,232	Apache Junction	\$276,068	31,814
Thatcher	\$34,901	4,022	Casa Grande	\$218,883	25,224
<u>Greenlee County</u>			Coolidge	\$67,563	7,786
Clifton	\$22,527	2,596	Eloy	\$90,030	10,375
Duncan	\$7,046	812	Florence	\$149,323	17,208
<u>La Paz County</u>			Kearny	\$19,516	2,249
Parker	\$27,248	3,140	Mammoth	\$15,290	1,762
Quartzsite	\$29,105	3,354	Maricopa	\$43,370	4,998
<u>Maricopa County</u>			Superior	\$28,237	3,254
Avondale	\$311,377	35,883	<u>Santa Cruz County</u>		
Buckeye	\$73,733	8,497	Nogales	\$181,170	20,878
Carefree	\$25,399	2,927	Patagonia	\$7,645	881
Cave Creek	\$32,350	3,728	<u>Yavapai County</u>		
Chandler	\$1,535,397	176,939	Camp Verde	\$82,012	9,451
El Mirage	\$66,027	7,609	Chino Valley	\$70,870	8,167
Fountain Hills	\$175,590	20,235	Clarkdale	\$29,695	3,422
Gila Bend	\$17,182	1,980	Cottonwood	\$79,651	9,179
Gilbert	\$951,901	109,697	Dewey-Humboldt	\$111,515	3,428
Glendale	\$1,898,752	218,812	Jerome	\$2,855	329
Goodyear	\$164,101	18,911	Prescott	\$294,499	33,938
Guadalupe	\$45,366	5,228	Prescott Valley	\$204,226	23,535
Litchfield Park	\$33,061	3,810	Sedona	\$88,442	10,192
Mesa	\$3,451,722	397,776	<u>Yuma County</u>		
Paradise Valley	\$118,570	13,664	San Luis	\$132,957	15,322
Peoria	\$940,334	108,364	Somerton	\$63,051	7,266
Phoenix	\$11,463,437	1,321,045	Wellton	\$15,871	1,829
Queen Creek	\$37,452	4,316	Yuma	\$674,116	77,685
			TOTAL	\$35,338,323	4,062,961